

MULTILINE INSURANCE ADVISORY COMMITTEE
SEPTEMBER 4, 1991
6:00 P.M.

Brent was asked to review the status of the resolutions that have been signed by counties to join the UAC Mutual. He reported that as of this date 15 counties have signed resolutions with a total contribution of approximately \$1.4 million. Four counties have given verbal commitment to join totalling approximately \$400,000 additional contribution. Three counties are doubtful and seven counties are uncommitted as of today with a premium of about \$800,000.

Jay went through a county-by-county review of those counties that are uncommitted. During the review, the issue arose of whether the UAC Mutual would attempt to deal with the 35% exit fee required by ULGT. Many ULGT counties are concerned about that fee, and if UAC was going to address this issue jointly. Scott Hirschi made the motion for UAC Mutual to jointly request that the Insurance Department approve a waiver of the exit fee by ULGT for those counties that participate in the UAC Mutual. Seconded by Leonard Blackham. Motion passed.

Jay reported on the status of the capitalization requirement. The initial pro forma was based on 27 counties and contemplated about \$545,000 to be raised by counties. However, if less than 27 counties join that amount will increase, perhaps up to \$600,000.

Max Adams indicated that Uintah County is in a position to contribute funding to meet the surplus requirement, but he needs more information. Jess will send the appropriate documents to Max.

Timing for the organizational meeting to create the UAC Mutual was discussed. The Committee determined the meeting should be held on Wednesday, November 13, 1991, prior to the UAC Annual Convention.

Jess was asked to report on the ARM Tech report which was written for Tooele. UAC responded to the report in writing and Tooele had since passed their resolution. Any county which wants further information on the report can contact Jess.

Harry Bowes reported to the Advisory Committee that he had sent a response to Commissioner Yancey regarding the Colorado Workers Comp program in response to his letter to Brent.

Harry sent out a letter to every commissioner in Colorado addressing the issues raised by Arapahoe County. Last week Arapahoe amended their complaint removing many of the allegations.

Both governing boards in Colorado over Workers Comp and Liability have strongly endorsed Harry, Jay, and Colorado Counties Inc.

Scott asked Harry to review the background to the suits filed while Harry was President of the University of Southern Colorado. Harry said he went to trial on 13 indictments and won on each. He sued the DA for malicious prosecution and won. Without going into greater details due to the complicated issues involved, that is a brief review.

Scott suggested that assignments be given to members of the Committee to contact those counties that are uncommitted and pin down a date when the resolutions are going to be on a commission agenda.

The following assignments were made to contact the uncommitted counties. Members to report back to Brent by the end of USACCC meetings:

Box Elder	- Tom Hatch
Daggett	- Ken Brown
Morgan	- Ken Brown
Wayne	- Leonard Blackham
Sevier	- Leonard Blackham
Juab	- Leonard Blackham
Summit	- Tom Hatch

The Committee decided to schedule its next meeting for Wednesday, November 13, at 3:00 p.m. in St. George prior to the UAC Convention. This will be the organizing meeting for the Mutual.

